

1 Michael S. Sorgen (SBN 43107)
2 Ryan L. Hicks (SBN 260284)
3 LAW OFFICES OF MICHAEL S. SORGEN
4 Richard A. Hoyer (SBN 151931)
5 LAW OFFICES OF RICHARD A. HOYER
6 240 Stockton Street, 9th Floor
7 San Francisco, CA 94108
8 T: (415) 956-1360
9 F: (415) 276-1738
10 msorgen@sorgen.net, rhicks@sorgen.net
11 rhoyer@hoyerlaw.com

7 Stanley D. Saltzman (SBN 90058)
8 Marcus Bradley (SBN 174156)
9 MARLIN | SALTZMAN LLP
10 29229 Canwood Street, Suite 208
11 Agoura Hills, California 91301
T: (818) 991-8080
F: (818) 991-8081
12 saltzman@marlinsaltzman.com

Attorneys for Plaintiffs

E-filing

14 IN THE UNITED STATES DISTRICT COURT
15 NORTHERN DISTRICT OF CALIFORNIA

17 TANIA HERRERA and SHAMINA K
18 and ON BEHALF OF ALL OTHERS
SIMILARLY SITUATED,

19 | Plaintiffs.

20 |

21 WELLS FARGO BANK, N. A. and DOES 1-100.

Defendants.

111

F1485

CLASS ACTION COMPLAINT FOR:

VIOLATIONS OF THE FAIR LABOR STANDARDS ACT:

VIOLATIONS OF THE CAL. LABOR CODE:

VIOLATIONS OF THE CAL. BUS. & PROF. CODE §17200, ET SEQ.:

**INDIVIDUAL CLAIM FOR
RETALIATION IN VIOLATION OF
THE CALIFORNIA FAIR
EMPLOYMENT AND HOUSING ACT
(CAL. GOV. CODE §12900, ET SEQ.);**

DEMAND FOR JURY TRIAL

1 Plaintiffs TANIA HERRERA (“Herrera”) and SHAMINA KHAN (“Khan”) bring this action
 2 against WELLS FARGO BANK, N. A. (“Wells Fargo” or “Defendant”) on behalf of themselves and
 3 all others similarly situated and allege as follows:

4 **NATURE OF THE ACTION**

5 1. Wells Fargo is one of this Country’s largest financial institutions and provides
 6 financial services – including banking, lending, credit card and insurance services – to individual and
 7 business consumers nationwide.

8 2. Wells Fargo’s policy and practice is to deny earned wages, including overtime pay, to
 9 its non-exempt hourly employees at its retail branch facilities throughout the country. In particular,
 10 Wells Fargo requires its employees to be present and perform work in excess of eight hours per day
 11 and./or forty hours per work week but fails to pay them overtime accordingly, and further fails to pay
 12 for all straight time hours worked. Wells Fargo also requires such employees to perform work tasks
 13 during unpaid breaks, fails to provide meal and rest breaks, fails to timely compensate employees for
 14 all wages earned and vacation time accrued at termination, and fails to properly and accurately
 15 calculate overtime and report wages earned, hours worked, and wage rates. Wells Fargo also fails to
 16 properly pay overtime on non-discretionary bonuses provided to its non-exempt employees.

17 3. Wells Fargo’s deliberate failure to pay its retail branch employees their earned wages
 18 and overtime compensation violates the Federal Labor Standards Act (“FLSA”), the California Labor
 19 Code, the California Business & Professions Code, and other state labor laws nationwide.

20 4. Plaintiffs bring a collective action claim under § 216(b) of the FLSA against Wells
 21 Fargo for unpaid overtime compensation and related damages on behalf of themselves and all other
 22 similarly situated non-exempt retail branch employees with the job classifications of “Assistant
 23 Manager” (“AM”), “Personal Banker 1” (“PB1”), “Personal Banker 2” (“PB2”) and/or “Customer
 24 Service Sales Representative” (“CSSR”) nationwide.

25 5. Plaintiffs bring a class action under Federal Rule of Civil Procedure 23 against Wells
 26 Fargo on behalf of all non-exempt retail branch employees with the job classifications of AM, PB1,
 27 PB2, and/or CSSR employed in California for unpaid compensation, unpaid overtime compensation,
 28 penalties for failing to provide meal and rest periods, failing to provide itemized wage statements and
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1 failing to provide vacation pay, waiting time penalties and other related penalties and damages under
2 the California Labor Code and Business & Professions Code.

3 **PARTIES**

4 6. Defendant WELLS FARGO BANK, N.A. is a nationally chartered bank with its
5 principal place of business in California and headquarters in San Francisco, California. Defendant
6 does business in this judicial district and nationwide.

7 7. Plaintiff TANIA HERRERA is a current resident of Union City, CA. She was
8 employed as a CSSR for defendant from July 2007 through February 14, 2011 at its retail banking
9 branches in San Leandro, Oakland and Hayward, California. Herrera consistently worked in excess of
10 eight hours per day and/or forty hours per workweek without being compensated for all overtime
11 worked or for missed meal and rest breaks.

12 8. Plaintiff SHAMINA KHAN is a current resident of Alameda County, California. She
13 was employed as a CSSR, PB and AM for defendant from December 2004 through June 2009 at its
14 retail branches in Oakland, California. Khan consistently worked in excess of eight hours per day
15 and/or forty hours per workweek without being compensated for all overtime worked or for missed
16 meal and rest breaks.

17 **JURISDICTION AND VENUE**

18 9. This Court has original federal question jurisdiction under 28 U.S.C. § 1331 for the
19 claims brought under the FLSA, 29 U.S.C. § 201, *et seq.*

20 10. This Court has supplemental jurisdiction for all claims asserted under the California
21 Labor Code and Business & Professions Code in that the claims under these California state laws are
22 part of the same case and controversy as the FLSA claims, the state and federal claims derive from a
23 common nucleus of operative fact, the state claims will not substantially dominate over the FLSA
24 claims, and exercising supplemental jurisdiction is in the interests of judicial economy, convenience
25 fairness and comity.

26 11. The United States District Court for the Northern District of California has personal
27 jurisdiction because Wells Fargo conducts business and is headquartered within this District.

1 12. Venue is proper in this Court pursuant to 28 U.S.C. § 1391(b), inasmuch as Wells
2 Fargo has offices, conducts business and can be found in this District and the causes of action set
3 forth herein have arisen and occurred within this District.

FACTUAL ALLEGATIONS

5 13. Wells Fargo is one of this nation's largest financial institutions, serving more than 70
6 million customers worldwide and generating over \$88,686,000,000 in annual revenue in 2009. *See*
7 2009 Wells Fargo Annual Report, available at: https://www.wellsfargo.com/downloads/pdf/invest_relations/wf2009annualreport.pdf at *6.
8

9 14. To service the financial needs of its individual and business customers, Wells Fargo
10 operates approximately 10,000 retail locations throughout the United States, including over 1,600 in
11 California. See 2009 Wells Fargo Annual Report, *supra*, at *195.

12 15. At all relevant times, Wells Fargo has been, and continues to be, an “employer”
13 engaged in the interstate “commerce” and/or in the production of “goods” for “commerce” within the
14 meaning of FLSA, 29 U.S.C. § 203. At all relevant time, Wells Fargo has employed, and/or continues
15 to employ, “employee(s),” including each of the Plaintiffs, including the putative Class Members. At
16 all times relevant herein, Wells Fargo has had gross operating revenues in excess of the \$500,000
17 threshold test for the “enterprise requirement under the FLSA.

18 16. At all relevant times, Wells Fargo has been, and continues to be a “person” as that
19 term is defined under the California Business & Professions (“B&P”) Code § 17201, and the
20 California Labor Code § 1-29.5.

A. Wells Fargo Retail Banking Centers

22 17. In its retail branch locations, Wells Fargo employs non-exempt workers under several
23 job titles, including AMs, CSSRs and PBs (collectively the “Retail Branch Employees”).

24 18. Wells Fargo classified all these Retail Branch Employees as non-exempt and entitled
25 to receive overtime pay. They are paid an hourly wage based upon a forty (40) hour workweek.

26 19. Retail Branch Employees' primary function is to assist customers with their banking
27 needs, including opening and closing the bank branch, performing bank transactions, offering and

1 branches. However, Wells Fargo has failed to install a time-keeping system that was not subject to
 2 manipulation.

3 26. In light of Wells Fargo's failure to accurately record time worked, it failed to provide
 4 accurate wage statements to Retail Branch Employees identifying all hours worked.

5 27. Retail Branch Employees are also eligible for quarterly non-discretionary bonuses
 6 based on their performance with respect to the aforementioned sales quotas/goals (see above).
 7 Defendant fails to include bonuses in calculating Retail Branch Employees' regular rate of pay for the
 8 purposes of compensating overtime.

9 28. The same unlawful practices and procedures described above affect the non-exempt
 10 Wells Fargo workers employed nationwide, including those in California.

11 **B. Timekeeping Systems**

12 29. All non-exempt Wells Fargo Retail Branch Employees use a nationwide centralized
 13 timekeeping system to record their hours worked.

14 30. If an employee does not enter their time worked for a particular workweek, the
 15 centralized timekeeping system automatically populates all of the employee's timesheets with their
 16 scheduled hours, including automatic deductions for lunch breaks.

17 31. Retail Branch Employees were routinely instructed not to record overtime and
 18 informed that this time would not be paid.

19 32. In accordance with Defendant's policy and practice, Retail Branch Employees often
 20 did not change their pre-populated timecards in the centralized timekeeping system when they
 21 worked more than eight hours per day and/or forty hours per week. Wells Fargo's timekeeping
 22 system records and tracks all occasions where the pre-populated timecards were submitted and should
 23 readily be ascertainable on a class wide basis.

24 33. All Retail Branch Employees were required to submit their timesheets to management
 25 for approval.

26 34. As part of the approval process, Wells Fargo permitted and encouraged managers to
 27 direct Retail Branch Employees to modify or decrease the time recorded, if time was recorded in
 28 addition to the pre-populated scheduled hours to deny the payment of wages, including overtime.

1 Requiring Retail Branch Employees change their own time sheets helped to cover the fact that time
2 worked was being deleted at Wells Fargo's discretion.

3 35. Upon information and belief, Wells Fargo routinely requires its employees delete such
4 recorded time worked, or to refrain from recording such time to avoid paying overtime.

5 **C. Facts Regarding Willfulness of Violation.**

6 36. Wells Fargo engaged in systematic and uniform timekeeping practices with respect to
7 its Retail Branch Employees that were unlawful, unfair and deceptive to those employees.

8 37. Wells Fargo systematically failed to maintain a timekeeping system for its Retail
9 Branch Employees that was immutable and not subject to manipulation at each and every retail
10 branch.

11 38. At all relevant times, Wells Fargo was aware of the fact that its timekeeping practices
12 were improper and mutable. Moreover, the managers at each retail bank branch are present
13 throughout the workday and both open and close the branches, and can physically see when Retail
14 Branch Employees are present and working without compensation.

15 39. The net effect of Defendant's policy and practice, instituted and approved by company
16 management, is that Wells Fargo willfully fails to pay overtime compensation and willfully fails to
17 keep accurate time records, in order to save payroll costs. Wells Fargo enjoys millions of dollars in
18 ill-gained profits at the expense of its hourly employees.

19 **CLASS AND COLLECTIVE ALLEGATIONS**

20 **A. FLSA Collective Action.**

21 40. FLSA Retail Branch Class: Plaintiffs bring the first cause of action, the FLSA claim,
22 as a nationwide "opt-in" collective action pursuant to 29 U.S.C. § 216(b), on behalf of themselves
23 and on behalf of the following class of persons:

24 All current and former non-exempt Wells Fargo employees who have worked in the
25 United States at a Wells Fargo retail branch as an Assistant Manager, Customer
26 Service Sales Representative and/or a Personal Banker at any time during the last three
27 years plus periods of applicable tolling.

28 41. Those FLSA Class Members who opt-in to this action pursuant to 29 U.S.C. § 216(b)
may pursue the FLSA claim.

1 42. The Plaintiffs, individually and on behalf of other similarly situated employees, seek
 2 relief on a collective basis challenging, among other FLSA violations, Defendant's practice of failing
 3 to accurately record all hours worked, failing to pay employees for all hours worked, including
 4 overtime compensation, and failing to properly calculate and pay overtime compensation that was
 5 recorded. The number and identity of other plaintiffs yet to opt-in and consent to be party plaintiffs
 6 may be determined from Defendant's records, and potential class members may be easily and quickly
 7 be notified of the pendency of this action.

8 **B. California Rule 23 Class.**

9 43. California Retail Branch Class: Plaintiffs bring the second through eighth causes of
 10 action as a class action pursuant to Fed. R. Civ. P. 23(b)(3), on behalf of themselves and the
 11 following class of persons:

12 All current and former non-exempt Wells Fargo employees who have worked in
 13 California at a Wells Fargo retail branch as an Assistant Manager, Customer Service
 14 Sales Representative and/or Personal Banker at any time since the date four years prior
 15 to this filing.

16 44. Excluded from the California Class are Wells Fargo, its legal representatives,
 17 assignees and successors. Also excluded are the judge to whom this case is assigned and any member
 18 of the judge's immediate family.

19 45. All similarly situated persons who do not opt-out of the California Class, if certified
 20 for class-wide treatment, may pursue the California state law claims.

21 **C. California Class Action Allegations.**

22 46. Numerosity: The members of the California Class are so numerous that joinder of all
 23 members is impracticable. The exact number of class members is unknown at the present time for
 24 each of these Classes, but the number should easily be in the thousands.

25 47. Commonality: There are numerous questions of law and fact common to the California
 26 Class. These questions include, but are not limited to:

27 A. Whether Wells Fargo's policies and practices described in this Complaint were
 28 and are illegal;

- 1 B. Whether Wells Fargo has engaged in a common course of failing to compensate its
- 2 non-exempt employees for all hours worked, including straight time and overtime;
- 3 C. Whether Wells Fargo has engaged in a common course of requiring or permitting
- 4 its non-exempt employees to work off the clock without compensation;
- 5 D. Whether Wells Fargo has engaged in a common course of requiring or permitting
- 6 its non-exempt employees not to report all hours worked;
- 7 E. Whether Wells Fargo has engaged in a common course of failing to maintain
- 8 accurate time records for all hours worked by its non-exempt employees;
- 9 F. Whether Wells Fargo has engaged in a common course of failing to factor in all
- 10 forms of remuneration to calculate overtime pay rates;
- 11 G. Whether Wells Fargo has engaged in a common course of failing to provide non-
- 12 exempt employees with accurate itemized wage statements;
- 13 H. Whether Wells Fargo has engaged in a common course of instructing its non-
- 14 exempt employees to alter their time records;
- 15 I. Whether Wells Fargo has engaged in a common course of failing to provide its
- 16 non-exempt employees with all of the rest breaks to which they are entitled;
- 17 J. Whether Wells Fargo has engaged in a common course of failing to provide its
- 18 non-exempt employees with uninterrupted, off-duty meal periods;
- 19 K. Whether Wells Fargo has engaged in a common course of failing to pay non-
- 20 exempt employees all wages due upon termination;
- 21 L. Whether Wells Fargo has engaged in a common course of failing to pay its non-
- 22 exempt employees for all vested and unused vacation pay at the time of
- 23 termination;
- 24 M. Whether Wells Fargo has engaged in unfair competition by the above-listed
- 25 conduct; and
- 26 N. Whether Wells Fargo's actions were willful.

27 48. Typicality: The claims of each Class Representative are typical of the claims of their
28 respective Classes. The Class Representatives were paid under the same policy and procedure as all
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1 members of their respective Classes. Similarly, the Class Representatives' claims, like the claims of
 2 their respective Classes, arise out of the same common course of conduct by Defendant and are based
 3 on the same legal and remedial theories.

4 49. Adequacy: The Class Representatives will fairly and adequately protect the interests of
 5 their respective Classes. The Class Representatives have retained competent and capable attorneys
 6 who are experienced trial lawyers with significant experience in complex and class action litigation,
 7 including employment, and more specifically, wage and hour, litigation. The Class Representatives
 8 and their counsel are committed to vigorously prosecuting this action on behalf of the respective
 9 Classes and have the financial resources to do so. Neither the Class Representatives nor their counsel
 10 have interests that are contrary to or that conflict with those of the proposed Classes.

11 50. Predominance: Certification of the respective classes is appropriate under Fed. R. Civ.
 12 P. 23(b)(3) because questions of law and fact common to class members predominate over any
 13 questions affecting only individual members. Adjudication of these common issues in a single action
 14 has important and desirable advantages of judicial economy. Moreover, there are no unusual
 15 difficulties likely to be encountered in the management of this case as a class action.

16 51. Superiority: The class action mechanism is superior to any alternatives that might exist
 17 for the fair and efficient adjudication of these claims. Proceeding as a class action would permit the
 18 large number of injured parties to prosecute their common claims in a single forum simultaneously,
 19 efficiently and without unnecessary duplication of evidence, effort and judicial resources. A class
 20 action is the only practical way to avoid the potentially inconsistent results that numerous individual
 21 trials are likely to generate. Moreover, class treatment is the only realistic means by which Plaintiffs
 22 can effectively litigate against a large, well-represented corporate defendant like Wells Fargo. In the
 23 absence of a class action, Wells Fargo would be unjustly enriched because they would be able to
 24 retain the benefits and fruits of the many wrongful violations of California state laws. Numerous
 25 repetitive individual actions would also place an enormous burden on the courts as they are forced to
 26 take duplicative evidence and decide the same issues relating to Wells Fargo's conduct over and over
 27 again.

1 52. Appropriateness of Injunctive and Declaratory Relief. Wells Fargo has acted or
 2 refused to act on grounds generally applicable to the California Class, thereby making final injunctive
 3 relief or corresponding declaratory relief appropriate with respect to the California Class as a whole.
 4 Prosecution of separate actions by individual members of the California Class would create the risk
 5 of inconsistent or varying adjudications with respect to individual members of the California Class
 6 that would establish incompatible standards of conduct for Defendant.

7

FIRST CAUSE OF ACTION
FAIR LABOR STANDARDS ACT (29 U.S.C. § 216(B))
(BROUGHT BY THE PLAINTIFFS ON BEHALF OF THEMSELVES
AND ALL OTHERS SIMILARLY SITUATED)

10 53. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set
 11 forth herein.

12 54. At all times material herein, Plaintiffs have been entitled to the rights, protections, and
 13 benefits provided under the FLSA, 29 U.S.C. §§ 201 *et seq.*

14 55. The FLSA regulates, among other things, the payment of overtime pay by employers
 15 whose employees are engaged in interstate commerce, or engaged in the production of goods for
 16 commerce or employed in an enterprise engaged in commerce or in the production of goods for
 17 commerce. 29 U.S.C. § 207(a)(1).

18 56. Wells Fargo is subject to the overtime pay requirements of the FLSA because it is an
 19 enterprise engaged in interstate commerce and its employees are engaged in commerce.

20 57. Wells Fargo violated the FLSA by failing to pay and properly calculate overtime. In
 21 the course of perpetrating these unlawful practices, Defendant has also willfully failed to keep
 22 accurate records of all hours worked by its employees.

23 58. Wells Fargo failed to compensate the Plaintiffs and all similarly situated employees at
 24 a rate of not less than one and one-half times the regular rate of pay for work performed in excess of
 25 forty hours in a work week, and therefore, Defendant has violated, and continues to violate, the
 26 FLSA, 29 U.S.C. §§ 201 *et seq.*, including 29 U.S.C. § 207(a)(1).

1 59. Section 13 of the FLSA, codified at 29 U.S.C. § 213, exempts certain categories of
 2 employees from overtime pay obligations. None of the FLSA exemptions apply to Plaintiffs or all
 3 other similarly situated employees.

4 60. Plaintiffs and all similarly situated employees are victims of a uniform and company-
 5 wide compensation policy. Upon information and belief, Wells Fargo is applying this uniform policy
 6 of illegally reducing or modifying recorded hours, including overtime hours, to all non-exempt Retail
 7 Branch Employees employed nationwide during the last three years. Defendant is also applying its
 8 uniform policy of: refusing to allow Plaintiffs, and all other similarly situated Retail Branch
 9 Employees, to properly record all hours worked, including hours worked in excess of forty per work
 10 week; instructing employees to erase or modify their timesheets to eliminate or reduce hours worked,
 11 including overtime hours; providing “comp time” in lieu of paying overtime; requiring them to work
 12 during uncompensated breaks; and failing to pay overtime on bonus pay.

13 61. Plaintiffs and all similarly situated employees are entitled to damages equal to the
 14 mandated overtime premium pay within the three years preceding the filing of this Complaint, plus
 15 periods of equitable tolling, because Wells Fargo acted willfully and knew, or showed reckless
 16 disregard of whether, its conduct was prohibited by the FLSA.

17 62. Wells Fargo has acted neither in good faith nor with reasonable grounds to believe that
 18 its actions and omissions were not a violation of the FLSA, and as a result thereof, Plaintiffs and
 19 other similarly situated employees are entitled to recover an award of liquidated damages in an
 20 amount equal to the amount of unpaid overtime pay described pursuant to Section 16(b) of the FLSA,
 21 codified at 29 U.S.C. § 216(b). Alternatively, should the Court find that Defendant did act with good
 22 faith and reasonable grounds in failing to pay overtime, Plaintiffs and all similarly situated employees
 23 are entitled to an award of pre-judgment interest at the applicable legal rate.

24 63. As a result of the aforesaid willful violations of the FLSA’s overtime pay provisions,
 25 Wells Fargo has unlawfully withheld overtime compensation from Plaintiffs and all similarly situated
 26 employees. Accordingly, Wells Fargo is liable for compensatory damages pursuant to 29 U.S.C. §
 27 216(b), together with an additional amount as liquidated damages, pre-judgment and post-judgment

1 interest, reasonable attorneys' fees, costs of this action, and such other legal and equitable relief as
2 the Court deems just and proper.

3 WHEREFORE, Plaintiffs, on behalf of themselves and all others similarly situated, pray for
4 relief as follows:

- 5 A. Designation of this action as a collective action on behalf of the proposed FLSA
6 classes and promptly issue notice pursuant to 29 U.S.C. § 216(b) to all members of
7 the FLSA opt-in classes apprising them of the pendency of this action and
8 permitting them to assert timely FLSA claims in this action by filing individual
9 consents to join pursuant to 29 U.S.C. § 216(b);
- 10 B. A declaration that Wells Fargo is financially responsible for notifying all FLSA
11 Class Members of its alleged wage and hour violations;
- 12 C. Designation of Plaintiffs' Counsel as the attorneys representing the putative
13 collective action plaintiffs;
- 14 D. A declaratory judgment that the practices complained of herein are unlawful under
15 the FLSA, 29 U.S.C. § 201 *et seq.*;
- 16 E. An award of damages for overtime compensation due to the FLSA Class Members
17 and all others similarly situated, including liquidated damages, to be paid by Wells
18 Fargo;
- 19 F. Costs and expenses of this action incurred herein, including reasonable attorneys'
20 fees and expert fees;
- 21 G. Pre-Judgment and post-Judgment interest, as provided by law; and
- 22 H. Any and all such other and further legal and equitable relief as this Court deems
23 necessary, just and proper.

24 **SECOND CAUSE OF ACTION
FAILURE TO PAY STRAIGHT TIME WAGES
(CALIFORNIA LABOR CODE §§ 204, 218)**

25 **(BROUGHT BY PLAINTIFFS ON BEHALF OF THEMSELVES AND ALL OTHERS
26 SIMILARLY SITUATED)**

27 64. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set
28 forth herein.

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1 65. California law requires an employer to pay its employees for all hours worked.

2 66. Plaintiffs allege that Wells Fargo maintained a practice of paying employees without
 3 regard to the number of hours actually worked. Defendant's practice included requiring employees to
 4 work off the clock without pay on a systematic and daily basis. In doing so, Wells Fargo required
 5 Plaintiffs and the California Class Members to inaccurately under-report the amount of time worked,
 6 and Defendant underpaid the actual amount of hours worked.

7 67. Because of Wells Fargo's failures as alleged herein, Plaintiffs and the California Class
 8 Members did not receive compensation for all hours actually worked for Defendant.

9 68. Wells Fargo's respective failure to pay the correct amount of straight-time hourly
 10 wages permits a civil suit to recover wages due to Plaintiffs and the California Class Members under
 11 California Labor Code § 204 and § 218, as well as recovery of interest.

12 **THIRD CAUSE OF ACTION
 FAILURE TO PAY OVERTIME WAGES**

13 **(CALIFORNIA LABOR CODE §§ 204, 210, 510, 515 558, 1194)
 14 (BROUGHT BY PLAINTIFFS ON BEHALF OF THEMSELVES AND ALL OTHERS
 SIMILARLY SITUATED)**

15 69. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set
 16 forth herein.

17 70. Plaintiffs, on behalf of themselves and the California Class Members, bring a claim for
 18 Wells Fargo's violation of the California Labor Code §§ 204, 210, 510, 515, 558 and 1194 and
 19 California Industrial Wage Order No. 4 (8 C.C.R. § 11040, as amended throughout the Class Period)
 20 for its failure to pay them and the California Class Members for hours worked in excess of eight per
 21 day, or forty per work week.

22 71. California Labor Code § 204 requires employers to pay employees for all hours
 23 worked.

24 72. California Labor Code § 515 sets out various categories of employees who are exempt
 25 from the overtime requirements of the law. None of these exemptions are applicable to the Plaintiffs
 26 or the California Class Members.

27 73. Throughout the liability period, IWC Wage Order No. 4 (8 C.C.R. § 11040) and
 28 California Labor Code § 510 required payment of overtime premium(s) for hours worked in excess of
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1 eight in a given workday, forty in a given workweek, or up to eight hours on the seventh day worked
 2 in a single workweek. This premium increases to double-time for all hours worked over twelve in a
 3 workday or eight on the seventh day worked in a single workweek.

4 74. Plaintiffs and the California Class Members often worked in excess of the maximum
 5 number of straight-time hours allowed by law without payment of the applicable overtime premiums.

6 75. Wells Fargo failed to pay the Plaintiffs and the California Class Members the overtime
 7 required by California law.

8 76. Wells Fargo's failure to pay the correct amount of overtime violates IWC Wage Order
 9 No. 4 (8 C.C.R. § 11040, as amended during the Class Period), and California Labor Code §§ 510
 10 and 1198, and is therefore unlawful.

11 77. Because Wells Fargo failed to properly pay overtime as required by law, Plaintiffs and
 12 the California Class Members are entitled under California Labor Code § 1194(a) to recover the
 13 unpaid overtime balance, interest thereon, reasonable attorneys' fees, and costs of suit.

14 **FOURTH CAUSE OF ACTION**
FAILURE TO PAY WAGES DUE AND OWING AT TIME OF TERMINATION
(CALIFORNIA LABOR CODE §§ 201-203)
(BROUGHT BY PLAINTIFFS ON BEHALF OF THEMSELVES AND ALL OTHERS
SIMILARLY SITUATED)

17 78. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set
 18 forth herein.

19 79. Plaintiffs, on behalf of themselves and the California Class Members, bring a claim for
 20 Wells Fargo's violation of California Labor Code §§ 201-203 by failing to timely pay all wages owed
 21 upon the termination of Plaintiffs and all California Class Members whose employment terminated
 22 during the class period.

23 80. California Labor Code § 201 requires an employer who discharges an employee to pay
 24 compensation due and owing to said employee upon discharge.

25 81. California Labor Code § 202 requires an employer to promptly pay compensation due
 26 and owing to a quitting employee within 72 hours of that employee's notice of resignation.

1 82. California Labor Code § 203 provides that, if an employer willfully fails to pay
2 compensation upon discharge or resignation, the wages of the employee shall continue for a period
3 up to thirty days.

4 83. Wells Fargo has willfully failed to pay all compensation and wages owed, including
5 straight time and overtime pay, upon discharge or within 72 hours of termination. As a result,
6 Defendant is liable to Plaintiffs and the California Class Members who are former Wells Fargo
7 employees for continuation wages in an amount to be determined at trial. Plaintiffs and the former
8 California Class Members are also entitled to payment of their reasonable attorneys' fees, interest and
9 costs of suit incurred in recovering the additional pay.

FIFTH CAUSE OF ACTION
FAILURE TO PROVIDE ACCURATE WAGE STATEMENTS
(CALIFORNIA LABOR CODE §§ 226)
(BROUGHT BY PLAINTIFFS ON BEHALF OF THEMSELVES AND ALL OTHERS
SIMILARLY SITUATED)

13 84. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set
14 forth herein.

15 85. Plaintiffs, on behalf of themselves and the California Class Members, bring a claim for
16 Wells Fargo's violation of California Labor Code § 226 by failing to provide an accurately itemized
17 statement in writing showing the correct amount of pay for gross wages earned, hours worked,
18 applicable hourly rates, and the corresponding number of hours worked at each hourly rate.

19 86. California Labor Code § 226 requires an employer to provide its employees with an
20 accurate itemized statement in writing showing, among other things, the total hours worked by the
21 employee. California Labor Code § 226 provides for damages and penalties for a knowing and
22 intentional failure by an employer to comply with this requirement.

23 87. Wells Fargo has knowingly and intentionally failed to provide accurate itemization of
24 Plaintiffs' and California Class Members' hours worked per paycheck.

25 88. Had the Plaintiffs received an accurate itemization of their hours worked, they, among
26 other things, would have been able to discover that Wells Fargo's policy was to underpay them for
27 their actual time worked. Failure to provide an itemization of hours worked assisted Defendant in
28 perpetrating its policy and not paying for actual hours worked.

89. As a result, Wells Fargo is liable to Plaintiffs and the California Class Members for damages in an amount to be determined at trial. In addition, Plaintiffs and the California Class Members are entitled to penalties as provided in § 226 and payment of their reasonable attorneys' fees and costs of suit incurred in recovering the additional pay.

**SIXTH CAUSE OF ACTION
FAILURE TO PROVIDE REST AND MEAL BREAKS
(CALIFORNIA LABOR CODE §§ 226.7, 512)
(BROUGHT BY PLAINTIFFS ON BEHALF OF THEMSELVES AND ALL OTHERS
SIMILARLY SITUATED)**

90. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set forth herein.

91. Plaintiffs, on behalf of themselves and the California Class Members, bring a claim for Wells Fargo's violations of California Labor Code §§ 226.7 and California Industrial Wage Order No. 4 (8 C.C.R. § 11040), as amended throughout the Class Period) by failing to provide off-duty rest and meal periods. In particular, Defendant requires the Plaintiffs and the California Class Members to perform work during break times.

92. Plaintiffs and the California Class Members regularly worked in excess of five (5) hours per day without being afforded at least one half-hour meal period in which they were relieved of all duty, as required by California Labor Code §§ 226.7 and 512 and Wage Order No. 4 (8 C.C.R. § 11040).

93. Plaintiffs and the California Class Members routinely worked in excess of four hours per day without being afforded a 10-minute rest period.

94. Plaintiffs and the California Class Members routinely worked in excess of eight hours per day without being afforded either or both of the two (2) 10-minute rest periods as required by California Labor Code § 226.7 and Wage Order No. 4 (8 C.C.R. § 11040).

95. For each time that a member of the California Class was not provided the rest and/or meal period, that individual is entitled to recover back pay wages in the amount of one additional hour of pay at each employee's regular rate of compensation pursuant to IWC Wage Order No. 4 (8 C.C.R. § 11040) and California Labor Code § 226.7.

1 96. Plaintiffs and the California Class Members are entitled to payment for back pay for
2 each rest and/or meal period that Wells Fargo failed to provide during the Class Period. Plaintiffs and
3 the California Class Members are also entitled to payment of their reasonable attorneys' fees and
4 costs of suit incurred in recovering the additional pay.

**SEVENTH CAUSE OF ACTION
UNFAIR BUSINESS PRACTICES
(CALIFORNIA BUSINESS & PROFESSIONS CODE § 17200)
(BROUGHT BY PLAINTIFFS ON BEHALF OF THEMSELVES AND ALL OTHERS
SIMILARLY SITUATED)**

8 97. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set
forth herein.

10 98. Plaintiffs, on behalf of themselves and the California Class Members, bring a claim for
11 Wells Fargo's violation of the California Business & Professions Code § 17200 *et seq.*, including but
12 not limited to its violations of FLSA and California state law (including the failure to maintain
13 accurate employee time records, the failure to pay for all hours worked, including overtime
14 compensation, the failure to provide and pay for meal and rest periods, and the failure to pay all
15 wages due upon discharge or termination). This conduct by Wells Fargo constitutes unlawful, unfair,
16 fraudulent, and misleading conduct. Such unlawful and unfair acts constitute a violation of California
17 Business and Professions Code § 17200 *et seq.*

18 99. At all times material herein, Plaintiffs and the California Class Members have been
19 entitled to the rights, protections and benefits provided under the FLSA, 29 U.S.C. § 201 *et. seq.*

100. The FLSA regulates, among other things, the payment of overtime by employers
whose employees are engaged in commerce, or engaged in the production of goods for commerce, or
employed in an enterprise engaged in commerce or in the production of goods for commerce. 29
U.S.C. § 207(a)(1).

24 101. Wells Fargo was, and is, subject to the timekeeping and overtime pay requirements of
25 the FLSA because Defendant is an enterprise engaged in commerce and its employees are engaged in
26 commerce.

27 102. Wells Fargo violated the FLSA by failing to keep accurate records of hours worked
28 and failing to pay the Plaintiffs and the California Class Members for all time worked.

1 103. Plaintiffs and the California Class Members are victims of a company-wide policy that
2 led to Wells Fargo's failure to: (i) record and maintain accurate time records; and (ii) pay for all
3 hours worked.

4 104. As a result of the aforesaid violations of the FLSA's provisions, Wells Fargo has
5 violated the California Business & Professions Code § 17200 *et seq.*

6 105. Further, Wells Fargo's violation of the California Labor Code's and IWC Wage
7 Order's provisions as discussed above are predicate acts that constitute a violation of § 17200 as to
8 Plaintiffs and the California Class Members.

9 106. Wells Fargo's actions, including but not limited to their FLSA and California state law
10 violations (including the failure to maintain accurate employee time records, failure to pay for all
11 time worked, failure to pay overtime compensation, failure to provide and pay for rest and meal
12 periods and to pay all amounts due at the time of termination of employment) constitute unlawful,
13 unfair, fraudulent and misleading conduct. Such actions are also unfair business practices in violation
14 of California Business & Professions Code § 17200, *et seq.*

15 107. Wells Fargo's unlawful, unfair and deceptive practices are uniform as to all retail
16 banking locations and all hourly employees in California, and the propriety of which are therefore
17 amenable to class wide adjudication. The predominate common questions applicable to all of the
18 California Class Members include whether Defendant's mutable time-keeping system used for retail
19 locations complies with Defendant's legal burden and obligations as an employer under California
20 law.

21 108. Plaintiffs are informed and believe that Wells Fargo continues its unlawful and unfair
22 conduct as previously described because Defendant continues to refuse to pay for all wages earned by
23 Plaintiffs and the California Class Members. As a result of said conduct, Wells Fargo has unlawfully
24 and unfairly obtained monies owed to Plaintiffs and the California Class Members and has unfairly
25 competed in the marketplace.

26 ///

27 ///

28

**EIGHTH CAUSE OF ACTION
FORFEITURE OF VACATION PAY
(CALIFORNIA LABOR CODE § 227.3)**
**(BROUGHT BY PLAINTIFFS ON BEHALF OF THEMSELVES AND ALL OTHERS
SIMILARLY SITUATED)**

109. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set forth herein.

110. California Labor Code § 227.3 makes it unlawful for an employer to cause an employee to forfeit vacation pay without compensating the employee for the vacation time at the rate of pay in effect at the time of forfeiture.

111. During the Class Period, Wells Fargo caused Plaintiffs and California Class Members to forfeit vested paid vacation days without providing monetary compensation for it, based on their rate of pay in effect at that time. Plaintiffs are informed and believe and thereon allege that Defendant has maintained a policy and/or practice of causing the members of the California Class to forfeit vested paid vacation days without compensating them for forfeited days based on their rates of pay in effect at the time of forfeiture.

112. As a result of the above, Plaintiffs and California Class Members seek damages and restitution, plus interest, penalties, attorneys' fees, expenses and costs of suit, on behalf of both themselves and the other California Class Members, for forfeited vacation days in amounts subject to proof at trial.

WHEREFORE, Plaintiffs, on behalf of themselves and the California Class Members, pray for relief as follows for the Second through Eighth Causes of Action:

- A. Designation of this action as a class action under Federal Rule of Civil Procedure 23 on behalf of the California Class Members and issuance of notice to all California Class Members, apprising them of the pendency of this action;
- B. A declaration that Wells Fargo is financially responsible for notifying all California Class Members of its alleged wage and hour violations;
- C. Designation of Plaintiffs as Class Representatives for the California Class Members;

1 D. Designation of Plaintiffs' Counsel as Class Counsel for the California Class
2 Members;

3 E. A declaratory judgment that the practices complained of herein are unlawful under
4 the California Labor Code, IWC Wage Order and the California Business &
5 Professions Code;

6 F. An injunction against Wells Fargo and its officers, agents, successors, employees,
7 representatives and any and all persons acting in concert with Defendant, as
8 provided by law, from engaging in each of the unlawful practices, policies and
9 patterns set forth herein;

10 G. An award of damages, including for straight time and overtime compensation due
11 and unpaid vacation days as well as any liquidated, punitive or penalty damages
12 allowed under California law, to be paid by Wells Fargo;

13 H. An award of restitution for wages due to Plaintiffs and California Class Members
14 to be paid by Wells Fargo in accordance with proof at trial;

15 I. Costs and expenses of this action incurred herein, including reasonable attorneys'
16 fees and expert fees;

17 J. Pre-judgment and post-judgment interest, as provided by law; and,

18 K. Any and all such other and further legal and equitable relief as this Court deems
19 necessary, just and proper.

20 **NINTH CAUSE OF ACTION**
21 **RETALIATORY TERMINATION**
22 **(CALIFORNIA GOVERNMENT CODE § 12900, ET SEQ.)**
23 **(BROUGHT BY PLAINTIFF HERRERA INDIVIDUALLY)**

24 113. Plaintiffs repeat and reallege the preceding and subsequent paragraphs as though set
forth herein.

25 114. Herrera began her employment with Wells Fargo on or around June 2007 at
26 Defendant's San Leandro "Main" branch as a CSSR. In September 2007, She transferred to
27 Defendant's Oakland branch at 40th Street and Piedmont Avenue, where she held the same position
28 until her transfer to Defendant's "Dimond District" location in Oakland during February 2008. She

1 worked as a CSSR at the "Dimond District" branch until she transferred to the Hayward "Main"
 2 branch in December 2009. Herrera worked as a CSSR at the Hayward branch until Wells Fargo
 3 terminated her on February 14, 2011.

4 115. Herrera became romantically involved with another Wells Fargo employee, former
 5 branch manager Hector Valdez, during late 2008. The two engaged to marry during June 2009 and
 6 their relationship and subsequent engagement was common knowledge among Defendants'
 7 employees and management at both of their respective branches as of June 12, 2009.

8 116. From June 5, 2010 to November 8, 2010, Herrera was out on maternity leave to the
 9 birth of her and Valdez' son, who was born on July 3, 2010. At some point during Herrera's
 10 maternity leave, Wells Fargo implemented a new policy requiring CSSRs to scan documents
 11 containing customer signatures and send them to the Wells Fargo Corporate Operations Department,
 12 replacing the former policy of sending such documents via Wells Fargo's internal mail system. When
 13 Herrera returned to work from her maternity leave, Wells Fargo never informed her of this change in
 14 policy, and Herrera continued to send the signature documents via internal mail in accordance with
 15 the old policy. Wells Fargo never reprimanded or disciplined Herrera for continuing to follow the old
 16 policy, and in fact, the signature documents always arrived at their destination, regardless of the
 17 method of transmission used.

18 117. In January 2010, the District Manager, Adnan Siddiqui, terminated Valdez. On
 19 January 5, 2011 Valdez filed a claim with the Department of Fair Employment and Housing, alleging
 20 that his termination was discriminatory. In early February 2011, Valdez sent demand letters related to
 21 his discrimination claim to the parties involved in that dispute, including Siddiqui.

22 118. On February 14, 2011, within two weeks of receiving Valdez' demand letters, Wells
 23 Fargo terminated Herrera in retaliation for Valdez having filed his discrimination claim. In a letter
 24 informing her of her termination, Defendant indicated that it fired Herrera for "Violation of Company
 25 Policies" and "Based on the violation(s) listed above [Wells Fargo has] terminated [Herrera's]
 26 employment with Wells Fargo effective 2/15/2011 and [Herrera is] not eligible for rehire." At the
 27 time of her termination, Herrera was the number one CSSR in terms of sales in the entire district,
 28 which included approximately ten retail branches.

1 119. Ultimately Wells Fargo informed Herrera that it had terminated her for a single
 2 violation of the policy regarding scanning signature pages, despite Herrera explaining to Defendant
 3 that she had sent the signature document using the only policy she was aware of, and despite the fact
 4 that Herrera still possessed the signature document, meaning it had not been lost and could still be
 5 scanned and forwarded electronically. Indeed, a Wells Fargo investigator told Herrera that as long as
 6 she still retained the signatures themselves, she would "be fine."

7 120. As a proximate result of the retaliatory harassment and termination of plaintiff, as
 8 alleged above, Plaintiff has been harmed in that she has lost wages, bonuses and benefits, in an
 9 amount according to proof, which amount exceeds the jurisdictional threshold of this court.

10 121. As a further proximate result of Defendant's unlawful acts, Plaintiff has suffered
 11 humiliation, anguish and emotional and physical distress. As a result of such consequent harm,
 12 Plaintiff has been damaged in an amount according to proof, which amount exceeds the jurisdictional
 13 threshold of this court.

14 122. Defendant's engaged in the conduct described above with malice, oppression, fraud,
 15 and in reckless disregard for the rights of Plaintiff.

16 123. Herrera has been forced to retain attorneys to represent her and has incurred legal fees
 17 and costs.

18 124. Within one year of the last act of retaliation by Defendant alleged herein, Plaintiff
 19 filed a charge of retaliation against Defendants with the California Department of Fair Employment
 20 and Housing. A notice of the right to bring this civil action was issued on March 3, 2011.

21 WHEREFORE, Herrera prays for relief as follows for the Ninth Cause of Action:

- 22 A. A declaratory that her termination was retaliatory in violation of the FEHA;
- 23 B. An award of damages, including lost wages, bonuses and benefits, and emotional
 and physical distress, as well as any punitive or penalty damages allowed under
 California law, to be paid by Wells Fargo;
- 24 C. Costs and expenses of this action incurred herein, including reasonable attorneys'
 fees and expert fees;
- 25 D. Pre-judgment and post-judgment interest, as provided by law; and,

1 E. Any and all such other and further legal and equitable relief as this Court deems
2 necessary, just and proper.

3 **DEMAND FOR JURY TRIAL**

4 Plaintiff hereby demands a jury trial on all causes of action and claims with respect to which
5 they have a right to jury trial.

6
7 Respectfully submitted,

8 DATED: March 25, 2011

9 By 

10 Michael S. Sorgen
11 Ryan L. Hicks
12 LAW OFFICES OF MICHAEL S. SORGEN

13 Richard A. Hoyer
14 David C. Lipps
15 HOYER & ASSOCIATES

16 Stanley D. Saltzman
17 Marcus Bradley
18 MARLIN | SALTZMAN, LLP

19 Attorneys for Plaintiffs